



GARY R. HERBERT  
Governor

GREGORY S. BELL  
Lieutenant Governor

# State of Utah

## DEPARTMENT OF NATURAL RESOURCES

MICHAEL R. STYLER  
Executive Director

### Division of Oil, Gas and Mining

JOHN R. BAZA  
Division Director

April 14, 2010

Zions Bank  
International Operations  
550 South Hope Street, 3<sup>rd</sup> Floor  
Los Angeles, California 90071

Subject: Authorization for Partial Release of Reclamation Surety, Irrevocable Letter of Credit #\_\_\_\_\_ Western Clay Company, Redmond Limestone Quarry, M/041/0004, Sevier County, Utah

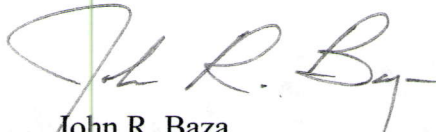
Dear Sir or Madame:

Zion's Bank is presently holding Letter of Credit #ZSB800812 for \$25,000 for the benefit of the State of Utah, Division of Oil, Gas and Mining as a form of reclamation surety for Western Clay Company's Redmond Limestone Quarry. At the company's request and after site inspections to verify that reclamation work has been satisfactorily completed, this letter will authorize the partial release of LOC #\_\_\_\_\_ of sufficient principal to reduce the face value of the Letter of Credit to no less than \$7,000 dollars

When this transaction has been accomplished, please furnish us with written confirmation that appropriate funds have been released and that the balance of retained funds will remain at no less than \$7,000.

If you have any questions or concerns, please contact Dana Dean at 801-538-5320, or Paul Baker at 801-538-5261. Thank you for your help in this matter.

Sincerely,

  
John R. Baza  
Director

JRB:lk:pb

cc: Brad Boyter, Operator  
Penny Berry, DOGM  
Bob Miller, Zions Bank Branch Manager, 155 West Main, Salina, Utah 84654

P:\GROUPS\MINERALS\WP\M041-Sevier\M0410004-RedmondLimestoneQuarry\Bond\bank-2440-04142010.doc

